

IOWA CENTRAL COMMUNITY COLLEGE

**INDEPENDENT AUDITOR'S REPORTS
BASIC FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION
SCHEDULE OF FINDINGS AND
QUESTIONED COSTS**

June 30, 2014

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OFFICIALS

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
Board of Directors		
Mark Crimmins	President	2017
Larry Hecht	Vice President	2017
Thomas Chelesvig	Member	2015
Darrell Determann	Member	2015
Deborah Loerch	Member	2015
Douglas McDermott	Member	2015
Bennett O'Connor	Member	2017
Connie Smith	Member	2015
Terry Wessels	Member	2017

Community College

Dr. Daniel Kinney	President
Thomas Beneke	Vice President
James Kersten	Vice President
Laurie Hendricks	Vice President
Angie Martin	Vice President
Dave Grosland	Vice President
Karen Lombard	Board Secretary/Treasurer

IOWA CENTRAL COMMUNITY COLLEGE



SCHNURR & COMPANY, LLP
Certified Public Accountants and Consultants

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Iowa Central Community College
Fort Dodge, Iowa 50501

Report on the Financial Statements

We have audited the accompanying financial statements of Iowa Central Community College, Fort Dodge, Iowa, and its discretely presented component unit as of and for the year ended June 30, 2014, and the related Notes to Financial Statements, which collectively comprise the College's basic financial statements listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with U.S. generally accepted accounting principles. This includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of the component units were not audited in accordance with Government Auditing Standards.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the College's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, based on our audit, the financial statements referred to above present fairly, in all material respects, the respective financial position of Iowa Central Community College and its discretely presented component unit as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with U.S. generally accepted accounting principles.

Other Matters

Required Supplementary Information

U.S. generally accepted accounting principles require Management's Discussion and Analysis and the Schedule of Funding Progress for the Retiree Health Plan on pages 5 through 11 and 33 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with U.S. generally accepted auditing standards, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Iowa Central Community College's basic financial statements. We previously audited, in accordance with the standards referred to in the third paragraph of this report, the financial statements for the nine years ended June 30, 2013 (which are not presented herein) and expressed unmodified opinions on those financial statements. The supplementary information included in Schedules 1 through 11, including the Schedule of Expenditures of Federal Awards required by U.S. Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information is the responsibility of Iowa Central Community College's management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards. In our opinion, based on our audit and the procedures performed as described above, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 26, 2015 on our consideration of Iowa Central Community College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Iowa Central Community College's internal control over financial reporting and compliance.

Schnurr & Company, LLP

Fort Dodge, Iowa
January 26, 2015

IOWA CENTRAL COMMUNITY COLLEGE

MANAGEMENT'S DISCUSSION AND ANALYSIS

Iowa Central Community College provides this Management's Discussion and Analysis of its annual financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2014. We encourage readers to consider this information in conjunction with the College's financial statements, which follow.

2014 FINANCIAL HIGHLIGHTS

- College operating revenues decreased in FY14. A portion of the decrease was due to a reduction in federal grant revenues. In addition, tuition revenues decreased due to the decrease in enrollment.
- College operating expenses increased in FY14 due to salary and benefit increase and New Job training Project (NJTP) bond sale expenses.

USING THIS ANNUAL REPORT

The annual report consists of a series of financial statements and other information, as follows:

Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of the College's financial activities.

The Basic Financial Statements consist of a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Net Position and a Statement of Cash Flows. These provide information about the activities of the College as a whole and present an overall view of the College's finances.

Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

Required Supplementary Information presents the Schedule of Funding Progress for the Retiree Health Plan.

Supplementary Information provides detailed information about the individual funds. The Budgetary Comparison Schedule of Expenditures – Budget to Actual further explains and supports the financial statements with a comparison of the College's budget for the year. The Schedule of Expenditures of Federal Awards provides details of various federal programs benefiting the College.

MANAGEMENT'S DISCUSSION AND ANALYSIS

REPORTING THE COLLEGE'S FINANCIAL ACTIVITIES

The Statement of Net Position

The Statement of Net Position presents financial information on all of the College's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. The Statement of Net Position is a point-in-time financial statement. The purpose of this statement is to present a fiscal snapshot of the College to the readers of the financial statements. The Statement of Net Position includes year-end information concerning current and non-current assets, deferred outflows of resources, current and non-current liabilities, deferred inflows of resources and net position. Over time, readers of the financial statements will be able to determine the College's financial position by analyzing the increases and decreases in net position. This statement is also a good source for readers to determine how much the College owes to outside vendors and creditors. The statement also presents the available assets that can be used to satisfy those liabilities.

		June 30,	
		2014	2013
Current and other assets	\$	34,401,436	\$ 30,894,756
Capital assets, net of accumulated depreciation		70,690,717	68,534,494
Total assets		105,092,153	99,429,250
Current liabilities		10,860,847	9,484,330
Noncurrent liabilities		42,379,944	44,388,344
Total liabilities		53,240,791	53,872,674
Deferred inflows of resources		6,582,895	6,310,674
Net position:			
Net investment in capital assets		34,630,717	29,204,494
Restricted		3,491,424	3,068,812
Unrestricted		7,146,326	6,972,596
Total net position	\$	45,268,467	\$ 39,245,902

Comparison of Net Position

The largest portion of the College's net position (76%) is invested in capital assets (e.g., land, buildings, intangibles and equipment), less the related debt. The debt related to the capital assets is liquidated with resources other than capital assets. The restricted portion of the net position (8%) includes resources subject to external restrictions, constitutional provisions or enabling legislation on how they can be used. The remaining net position (16%) is the unrestricted net position which can be used to meet the College's obligations as they come due.

Statement of Revenues, Expenses and Changes in Net Position

Changes in total net position as presented in the Statement of Net Position are based on the activity presented in the Statement of Revenues, Expenses, and Changes in Net Position. The purpose of the statement is to present the revenues earned by the College, both operating and non-operating, and the expenses incurred by the College, both operating and non-operating, and any other revenues, expenses, gains and losses received or spent by the College.

MANAGEMENT'S DISCUSSION AND ANALYSIS

REPORTING THE COLLEGE'S FINANCIAL ACTIVITIES (CONTINUED)

Comparison of Net Position (Continued)

Statement of Revenues, Expenses and Changes in Net Position (Continued)

In general, a public college such as Iowa Central Community College will report an operating loss since the financial reporting model classifies state appropriations and property tax as non-operating revenues. Operating revenues are received for providing goods and services to the students, customers and constituents of the College. Operating expenses are those expenses paid to acquire or produce the goods and services provided in return for the operating revenues and to carry out the mission of the College. Non-operating revenues are revenues received for which goods and services are not provided. The utilization of capital assets is reflected in the financial statements as depreciation/amortization, which allocates the cost of an asset over its expected useful life.

Changes in Net Position		Year ended June 30,	
		2014	2013
Operating revenue:			
Tuition and fees	\$	15,806,863	\$ 17,115,154
Federal appropriations		1,827,892	1,993,840
Iowa Industrial New Jobs Training Program		1,109,189	484,668
Auxiliary		13,738,632	13,299,518
Sales and services		735,503	821,298
Miscellaneous		817,996	456,862
Total operating revenue		34,036,075	34,171,340
Total operating expenses		59,463,361	59,027,893
Operating (loss)		(25,427,286)	(24,856,553)
Non-operating revenues (expenses):			
State appropriations		15,205,498	12,558,759
Pell grant		11,235,284	11,268,886
Property tax		6,309,581	5,647,340
Interest income on investments		78,074	73,452
Loss on disposal of capital assets		(99,726)	-
Donated capital assets		-	4,217,485
Interest on indebtedness		(1,278,860)	(1,415,709)
Net non-operating revenues		31,449,851	32,350,213
Increase in net position		6,022,565	7,493,660
Net position beginning of year		39,245,902	31,752,242
Net position end of year	\$	45,268,467	\$ 39,245,902

MANAGEMENT'S DISCUSSION AND ANALYSIS

REPORTING THE COLLEGE'S FINANCIAL ACTIVITIES (CONTINUED)

Comparison of Net Position (Continued)

Statement of Revenues, Expenses and Changes in Net Position (Continued)

The Statement of Revenues, Expenses and Changes in Net Position reflects an increase in the net position at the end of the fiscal year.

In fiscal year 2014, operating revenues decreased as a result of the following:

- Tuition and fees decreased due to a decrease in enrollment.
- Decrease in federal grant revenues.

	Operating Expenses	
	Year ended June 30,	
	2014	2013
Education and support:		
Liberal arts and sciences	\$ 9,122,727	\$ 9,313,372
Vocational technical	7,026,161	7,331,465
Adult education	2,628,993	2,469,703
Cooperative services	1,514,262	593,177
Administration	1,768,207	1,474,667
Student services	6,037,473	5,979,627
Learning resources	523,911	559,167
Physical plant	4,814,281	4,942,487
General institution	7,152,418	7,198,465
Auxiliary enterprises	11,679,521	11,967,866
Scholarships and grants	3,450,895	3,926,173
Administrative and collection costs	1,066,293	736,895
Depreciation	2,678,219	2,534,829
Total	\$ 59,463,361	\$ 59,027,893

Total Expenses

In fiscal year 2014, operating expenses increased as a result of the following:

- Moderate salary and benefit increases.
- Increase in professional services due to NJTP bonds issued in FY14.
- Increase in fuel testing expenses due to increase in testing volume for the Fuel Testing Lab.

MANAGEMENT'S DISCUSSION AND ANALYSIS

REPORTING THE COLLEGE'S FINANCIAL ACTIVITIES (CONTINUED)

Statement of Cash Flows

The Statement of Cash Flows is an important tool in helping users assess the College's ability to generate future net cash flows, its ability to meet its obligations as they come due, and its need for external financing. The Statement of Cash Flows presents information related to cash inflows and outflows, summarized by operating, non-capital financing, capital and related financing and investing activities.

	Cash Flows	
	Year ended June 30,	
	2014	2013
Cash provided by (used in):		
Operating activities	\$ (23,583,320)	\$ (22,880,382)
Non-capital financing activities	33,908,197	27,744,701
Capital and related financing activities	(9,344,140)	(12,246,089)
Investing activities	78,074	73,452
Net increase (decrease) in cash	1,058,811	(7,308,318)
Cash beginning of year	19,411,295	26,719,613
Cash end of year	\$ 20,470,106	\$ 19,411,295

Cash used by operating activities includes tuition, fees, operating grants and contracts, net of payments to employees and to suppliers. Cash provided by non-capital financing activities includes state appropriations, Pell grant and local property tax received by the College and the receipt and disbursement of federal direct loan program proceeds. Cash used by capital and related financing activities represents the proceeds from debt, the principal and interest payments on debt and the purchase of capital assets. Cash provided by investing activities includes investment income received.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2014, the College had approximately \$70.7 million invested in capital assets, net of accumulated depreciation of approximately \$26.0 million. Depreciation charges totaled \$2,678,219 for FY14. Details of the capital assets are shown below.

	Capital Assets, Net, at Year-End	
	June 30,	
	2014	2013
Land	\$ 2,342,870	\$ 2,298,870
Buildings	53,125,847	54,830,124
Construction in progress	9,831,679	6,727,192
Improvements other than buildings	2,720,158	2,549,048
Equipment and vehicles	2,670,163	2,129,260
	\$ 70,690,717	\$ 68,534,494

MANAGEMENT'S DISCUSSION AND ANALYSIS

CAPITAL ASSETS AND DEBT ADMINISTRATION (CONTINUED)

Capital Assets (Continued)

Major capital expenditures for fiscal year ending June 30, 2014 included completion of Culinary Arts remodeling and purchase of the Career Academy.

Planned capital expenditures for the fiscal year ending June 30, 2015 and beyond include Transportation Housing, Bookstore Addition, and Road Project, and the completion of the Triton Café.

More detailed information about the College's capital assets is presented in Note 4 to the financial statements.

Debt

At June 30, 2014, the College had approximately \$40.8 million in debt outstanding, a decrease of \$2,135,000 from fiscal year 2013. The table below summarizes these amounts by type.

	Outstanding Debt	
	June 30,	
	2014	2013
Certificates payable	\$ 4,695,000	\$ 3,560,000
Capital loan note payable	7,270,000	8,310,000
Bonds payable	28,790,000	31,020,000
	<u>\$ 40,755,000</u>	<u>\$ 42,890,000</u>

More detailed information about the College's outstanding debt is presented in Note 5 to the financial statements.

ECONOMIC FACTORS

Iowa Central Community College continued to improve its financial position during the current fiscal year. Maintaining the current good condition of the economy in the state and maintaining the continued increases in student enrollment are a concern for College officials. Some of the realities that may potentially become challenges for the College to meet are:

- State general aid from 2013-2014 to 2014-2015 increased 4.8 percent. In 2013-2014 state general aid represented 30 percent of the general fund revenue. Changes in and adequate funding of state general aid are a concern in meeting and maintaining the education needs of our students.
- Expenses will continue to increase due to salary and benefit increases, increases in costs of professional services and costs of materials and supplies.
- The College will continue to look at ways to expand distance-learning opportunities in FY15 and beyond and is involved with school districts in the operation of Alternative High Schools and Charter Schools. The College works in joint partnership with Barker Educational Services Team (BEST) to offer students a variety of programs via the 8-Week Online Program through the Distance Learning Office.

MANAGEMENT'S DISCUSSION AND ANALYSIS

ECONOMIC FACTORS (CONTINUED)

- The start-up of new programs is expensive. New programs to be started in FY15 and beyond include Industrial Robotics & Automation, Baking & Pastry Arts, and Digital Mass Communications.
- Aging facilities at the College require constant maintenance and upkeep. The increase in number of buildings creates increased utility costs, maintenance and upkeep expenses.
- Technology continues to expand and current technology becomes outdated presenting an ongoing challenge to maintain up-to-date technology at a reasonable cost.
- Property tax revenue to support the College operating fund for 2014-2015 will increase 2.1 percent.

The College anticipates the current fiscal year will be much like the last and will monitor resources to maintain the College's ability to react to unknown issues.

CONTACTING THE COLLEGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our customers, taxpayers in the community college district and our creditors with a general overview of the College's finances and to demonstrate the College's accountability for the resources it receives. If you have questions about the report or need additional financial information, contact Iowa Central Community College, One Triton Circle, Fort Dodge, IA 50501.

IOWA CENTRAL COMMUNITY COLLEGE

BASIC FINANCIAL STATEMENTS

STATEMENT OF NET POSITION
June 30, 2014

	Primary Government	Component Unit
Assets		
Current assets:		
Cash, cash equivalents and pooled investments	\$ 20,470,106	\$ 5,297,920
Receivables:		
Accounts	1,710,335	-
Capital campaign	-	131,999
Property tax:		
Succeeding year	6,582,895	-
Due from other governments	1,150,922	-
Inventories	907,185	-
Prepaid expenses	233,204	-
Total current assets	<u>31,054,647</u>	<u>5,429,919</u>
Noncurrent assets:		
Receivables:		
Iowa Industrial New Jobs Training Program	3,346,789	-
Capital campaign	-	181,572
Capital assets, net of accumulated depreciation	<u>70,690,717</u>	<u>2,461,040</u>
Total noncurrent assets	<u>74,037,506</u>	<u>2,642,612</u>
Total assets	<u>105,092,153</u>	<u>8,072,531</u>

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IOWA CENTRAL COMMUNITY COLLEGE

Exhibit A
(Continued)STATEMENT OF NET POSITION
June 30, 2014

	Primary Government	Component Unit
Liabilities		
Current liabilities:		
Accounts payable	\$ 593,998	\$ 145
Salaries and benefits payable	1,027,879	-
Interest payable	71,832	-
Advances from grantors	4,103,347	-
Compensated absences	523,937	-
Deposits held in custody for others	1,149,854	-
Certificates payable	480,000	-
Capital loan note payable	635,000	-
Bonds payable	2,275,000	-
Total current liabilities	10,860,847	145
Noncurrent liabilities:		
Certificates payable	4,215,000	-
Capital loan note payable	6,635,000	-
Bonds payable	26,515,000	-
Net OPEB liability	5,014,944	-
Total noncurrent liabilities	42,379,944	-
Total liabilities	53,240,791	145
Deferred Inflows of Resources		
Unavailable property tax revenue	6,582,895	-
Net position		
Net investment in capital assets	34,630,717	-
Restricted:		
Nonexpendable:		
Scholarships and fellowships	-	3,674,987
Expendable:		
Capital campaign	-	313,571
Scholarships and fellowships	18,667	4,083,828
Loans	4,992	-
Cash reserve	319,603	-
Other	3,148,162	-
Unrestricted	7,146,326	-
Total net position	\$ 45,268,467	\$ 8,072,386

See notes to financial statements.

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
Year Ended June 30, 2014

	Primary Government	Component Unit
Operating revenues:		
Tuition and fees, net of scholarship allowances of \$6,717,209	\$ 15,806,863	\$ -
Federal appropriations	1,827,892	-
Iowa Industrial New Jobs Training Program	1,109,189	-
Auxiliary enterprises revenue, net of scholarship allowances of \$2,350,099	13,738,632	-
Sales and services	735,503	-
Farm income	-	158,239
Miscellaneous	817,996	-
Contributions and pledges	-	434,396
Total operating revenues	34,036,075	592,635
Operating expenses:		
Education and support:		
Liberal arts and science	9,122,727	-
Vocational technical	7,026,161	-
Adult education	2,628,993	-
Cooperative services	1,514,262	-
Administration	1,768,207	-
Student services	6,037,473	-
Learning resources	523,911	-
Physical plant	4,814,281	-
General institution	7,152,418	-
Auxiliary enterprises	11,679,521	-
Scholarships and grants	3,450,895	276,740
Administrative and collection costs	1,066,293	-
Depreciation	2,678,219	11,740
Farm expenses	-	165,235
Management and general expenses	-	118,778
Total operating expenses	59,463,361	572,493
Operating income (loss)	(25,427,286)	20,142

(Continued on next page)

IOWA CENTRAL COMMUNITY COLLEGE

Exhibit B
(Continued)STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
Year Ended June 30, 2014

	Primary Government	Component Unit
Non-operating revenues (expenses):		
State appropriations	\$ 15,205,498	\$ -
Pell grant	11,235,284	-
Property tax	6,309,581	61,008
Interest income from investments	78,074	-
Interest on indebtedness	(1,278,860)	-
Gain (loss) on investments	-	586,285
Gain (loss) on sale of capital assets	(99,726)	-
	<hr/>	<hr/>
Net non-operating revenues	31,449,851	647,293
	<hr/>	<hr/>
Change in net position	6,022,565	667,435
	<hr/>	<hr/>
Net position beginning of year	39,245,902	7,404,951
	<hr/>	<hr/>
Net position end of year	<u>\$ 45,268,467</u>	<u>\$ 8,072,386</u>

See notes to financial statements.

STATEMENT OF CASH FLOWS
Year Ended June 30, 2014

Cash flows from operating activities:	
Tuition and fees	\$ 15,806,863
Federal appropriations	1,836,246
Iowa Industrial New Jobs Training Program	(1,362,751)
Payments to employees for salaries and benefits	(28,901,792)
Payments to suppliers for goods and services	(23,792,629)
Payments to NJTP recipients	(1,538,690)
Scholarships	(3,450,895)
Auxiliary enterprises	13,738,632
Other receipts	4,081,696
Net cash (used by) operating activities	(23,583,320)
Cash flows from non-capital financing activities:	
State appropriations	15,205,498
Pell grant	11,235,284
Property tax	6,309,581
Agency Fund receipts	23,009,958
Agency Fund disbursements	(22,848,236)
Interest paid on debt	(138,888)
Borrowings on debt	3,615,000
Principal paid on debt	(2,480,000)
Net cash provided by non-capital financing activities	33,908,197
Cash flows from capital and related financing activities:	
Acquisition of capital assets	(4,934,168)
Interest paid on debt	(1,139,972)
Principal paid on debt	(3,270,000)
Net cash (used by) capital and related financing activities	(9,344,140)
Cash flows from investing activities:	
Interest on investments	78,074
Net cash provided by investing activities	78,074
Net increase in cash	1,058,811
Cash and cash equivalents beginning of year	19,411,295
Cash and cash equivalents end of year	\$ 20,470,106

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IOWA CENTRAL COMMUNITY COLLEGE

**Exhibit C
(Continued)**

**STATEMENT OF CASH FLOWS
Year Ended June 30, 2014**

Reconciliation of operating (loss) to net cash (used by) operating activities:	
Operating (loss)	<u>\$ (25,427,286)</u>
Adjustments to reconcile operating (loss) to net cash (used by) operating activities:	
Depreciation	2,678,219
Changes in assets and liabilities:	
Decrease in accounts receivable	448,468
Increase in NJTP receivable	(2,471,940)
Increase in due from other governments	(298,457)
Decrease in inventories	127,345
Decrease in prepaid expenses	18,936
Decrease in accounts payable	(429,499)
Decrease in salaries payable	(39,166)
Increase in interest payable	1,164
Increase in advances from grantors	2,386,540
Decrease in net OPEB liability	(598,400)
Increase in compensated absences	<u>20,756</u>
Total adjustments	<u>1,843,966</u>
Net cash (used by) operating activities	<u><u>\$ (23,583,320)</u></u>

See Notes to Financial Statements.

IOWA CENTRAL COMMUNITY COLLEGE

NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies

Iowa Central Community College is a publicly supported school established and operated by Merged Area V under the provisions of Chapter 260C of the Code of Iowa. The College offers programs of adult and continuing education, lifelong learning, community education, and up to two years of liberal arts, pre-professional or occupational instruction partially fulfilling the requirements for a baccalaureate degree but confers no more than an associate degree. It also offers up to two years of vocational or technical education, training or retraining to persons who are preparing to enter the labor market. Iowa Central Community College maintains campuses in Fort Dodge, Webster City, and Storm Lake, Iowa, and has its administrative offices in Fort Dodge. Iowa Central Community College is governed by a Board of Directors whose members are elected from each director district within Merged Area V.

The College's financial statements are prepared in conformity with U.S. generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board.

A. Reporting Entity

For financial reporting purposes, Iowa Central Community College has included all funds, organizations, agencies, boards, commissions and authorities. The College has also considered all potential component units for which it is financially accountable and other organizations for which the nature and significance of their relationship with the College are such that exclusion would cause the College's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (1) the ability of the College to impose its will on that organization or (2) the potential for the organization to provide specific benefits to or impose specific financial burdens on the College.

These financial statements present Iowa Central Community College (the primary government) and its component unit. The component unit discussed below is included in the College's reporting entity because of the significance of its operational or financial relationship with the College. Certain disclosures about the component unit are not included because the component unit has been audited separately and a report has been issued under separate cover. The audited financial statements are available at the College.

Discrete Component Unit

Iowa Central Community College Foundation is a legally separate, not-for-profit foundation. The Foundation was established for the purpose of maintaining, developing and extending its facilities and services for the benefit of Iowa Central Community College. The Foundation is governed by a Board of Directors who are appointed by the College. Although the College does not control the timing or amount of receipts from the Foundation, the majority of the resources held are used for the benefit of Iowa Central Community College and its students. The address of the Foundation is One Triton Circle, Fort Dodge, Iowa.

NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

A. Reporting Entity (continued)

Discrete Component Unit (continued)

The Foundation is a non-profit organization which reports under accounting standards established by the Financial Accounting Standards Board (FASB). The Foundation's financial statements were prepared in accordance with the provisions of the FASB No. 117, Financial Statements of Not-for-Profit Organizations. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the Foundation's financial information in the College's financial reporting for these differences. The Foundation reports net assets, which is equivalent to net position reported by the College. Copies of the Foundation's financial statements may be obtained by contacting the Foundation.

B. Basis of Presentation

GASB Statement No. 35, establishes standards for external financial reporting for public colleges and universities and requires resources to be classified for accounting and reporting purposes into the following net position categories:

Net Investment in Capital Assets - Capital assets, net of accumulated depreciation and outstanding debt obligations attributable to the acquisition, construction or improvement of those assets.

Restricted Net Position

Nonexpendable – Net position subject to externally-imposed stipulations that they be maintained permanently by the College, including the College's permanent endowment funds.

Expendable – Net position whose use by the College is subject to externally-imposed stipulations that can be fulfilled by actions of the College, pursuant to those stipulations or that expire by the passage of time.

Unrestricted Net Position - Net position that is not subject to externally-imposed situations. Resources may be designated for specific purposes by action of management or by the Board of Directors or may otherwise be limited by contractual agreements with outside parties. Substantially all unrestricted net position is designated for academic and general programs of the College.

GASB Statement No. 35 also requires the Statements of Net Position, Revenues, Expenses and Changes in Net Position, and Cash Flows be reported on a consolidated basis. These basic financial statements report information on all of the activities of the College. For the most part, the effect of interfund activity has been removed from these statements.

NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

C. Measurement Focus and Basis of Accounting

For financial reporting purposes, the College is considered a special-purpose government engaged only in business-type activities as defined in GASB Statement No. 34. Accordingly, the basic financial statements of the College have been prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax is recognized as revenue in the year for which it is levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

D. Assets, Liabilities, Deferred Inflows of Resources and Net Position

Cash, Cash Equivalents and Pooled Investments – Investments are stated at fair value.

For purposes of the Statement of Cash Flows, all short-term cash investments that are highly liquid are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash and, at the day of purchase, have a maturity date no longer than three months.

Due from Other Governments – This represents state aid, grants and reimbursements due from the State of Iowa and grants and reimbursements due from the Federal government.

Inventories – Inventories are valued at lower of cost (first-in, first-out method) or market. The cost is recorded as an expense at the time individual inventory items are consumed.

Property Tax Receivable – Property tax receivable is recognized on the levy or lien date, which is the date the tax asking is certified by the Board of Directors to the appropriate County Auditors. Delinquent property tax receivable represents unpaid taxes from the current and prior years. The succeeding year property tax receivable represents taxes certified by the Board of Directors to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year. By statute, the Board of Directors is required to certify its budget to the County Auditor by June 1 of each year for the subsequent fiscal year. However, by statute, the tax asking and budget certification for the following fiscal year becomes effective on the first day of that year. Although the succeeding year property tax receivable has been recorded, the related revenue is deferred and will not be recognized as revenue until the year for which it is levied.

Receivable for Iowa Industrial New Jobs Training Program (NJTP) – This represents the amount to be remitted to the College for training projects entered into between the College and employers under the provisions of Chapter 260E of the Code of Iowa. The receivable amount is based on expenditures incurred through June 30, 2014 on NJTP projects, including interest incurred on NJTP certificates, less revenues received to date.

NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, Deferred Inflows of Resources and Net Position (continued)

Capital Assets – Capital assets, which include land, buildings and improvements, equipment and vehicles, are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repair that do not add to the value of the assets or materially extend asset lives are not capitalized.

Capital assets are defined by the College as assets with initial, individual costs in excess of the following thresholds and estimated useful lives in excess of two years:

<u>Assets</u>	<u>Amount</u>
Land, buildings and improvements	\$ 5,000
Equipment and vehicles	5,000

Depreciation is computed using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Buildings and improvements	25-50
Equipment and vehicles	5-10

The College does not capitalize or depreciate library books. The value of each book falls below the capital asset threshold and the balance was deemed immaterial to the financial statements.

Salaries and Benefits Payable – Payroll and related expenses for teachers with annual contracts corresponding to the current school year, which are payable in July and August, have been accrued as liabilities.

Advances from Grantors – Advances from grantors represents grant proceeds which have been received by the Community College, but will be spent in a succeeding fiscal year.

Compensated Absences – College employees accumulate a limited amount of earned but unused vacation and sick leave hours for subsequent use or for payment upon termination, death or retirement. Amounts representing the cost of compensated absences are recorded as liabilities. These liabilities have been computed based on rates of pay in effect at June 30, 2014.

Refundable Allowances on Student Loans – The Perkins Federal Loan program requires a return of federal capital contribution if the United States Government terminates the program.

Deferred Inflows of Resources – Deferred inflows of resources in the Statement of Net Position consists of succeeding year property tax receivable that will not be recognized as revenues until the year for which it is levied.

NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, Deferred Inflows of Resources and Net Position (continued)

Auxiliary Enterprise Revenues – Auxiliary enterprise revenues primarily represent revenues generated by the bookstore, food service, Health and Fitness Center, self-insurance program and athletics.

Summer Session – The College operates summer sessions during May, June and July. Revenues and expenses for the summer sessions are recorded in the appropriate fiscal year. Tuition and fees are allocated based on the load study distributions supplied by the College Registrar.

Tuition and Fees – Tuition and fees revenues are reported net of scholarship allowances, while stipends and other payments made directly to students are presented as scholarship and fellowship expenses.

Operating and Non-operating Activities – Operating activities, as reported in the Statement of Revenues, Expenses and Changes in Net Position, are transactions that result from exchange transactions, such as payments received for providing services and payments made for services or goods received. Non-operating activities include state appropriations, Pell grants, property tax and interest income.

E. Scholarship Allowances and Student Aid

Financial aid to students is reported in the financial statements under the alternative method, as prescribed by the National Association of College and University Business Officers (NACUBO). Certain aid (loans, funds provided to students as awarded by third parties and Federal Direct Lending) is accounted for as third party payments (credited to the student's account as if the student made the payment). All other aid is reflected in the financial statements as operating expenses or scholarship allowances, which reduce revenues. The amount reported as operating expenses represents the portion of aid that was provided to the student in the form of cash. Scholarship allowances represent the portion of aid provided to the student in the form of reduced tuition. Under the alternative method, these amounts are computed on a total College basis by allocating the cash payments to students, excluding payments for services, on the ratio of all aid to the aid not considered to be third party aid.

Note 2. Cash, Cash Equivalents and Pooled Investments

The College's deposits in banks at June 30, 2014 were entirely covered by federal depository insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to insure there will be no loss of public funds.

The College is authorized by statute to invest public funds in obligations of the United States government, its agencies and instrumentalities; certificates of deposit or other evidences of deposit at federally insured depository institutions approved by the Board of Directors; prime eligible bankers acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; certain joint investment trusts; and warrants or improvement certificates of a drainage district.

Interest rate risk – The College's investment policy limits the investment of operating funds (funds expected to be expended in the current budget year or within 15 months of receipt) to instruments that mature within 397 days. Funds not identified as operating funds may be invested in investments with maturities longer than 397 days, but the maturities shall be consistent with the needs and use of the College.

NOTES TO FINANCIAL STATEMENTS

Note 3. Inventories

The College's inventories at June 30, 2014 are as follows:

Type	Amount
Merchandise held for resale	\$ 907,185

Note 4. Capital Assets

Capital assets activity for the year ended June 30, 2014 is as follows:

	Balance Beginning of Year	Additions	Transfers	Deletions	Balance End of Year
Capital assets not being depreciated:					
Land	\$ 2,298,870	\$ 44,000	\$ -	\$ -	\$ 2,342,870
Construction in progress	6,727,192	3,104,487	-	-	9,831,679
Total capital assets not being depreciated	9,026,062	3,148,487	-	-	12,174,549
Capital assets being depreciated:					
Buildings	69,519,570	207,033	(474,000)	(281,448)	68,971,155
Improvements other than buildings	4,867,633	-	1,034,783	(100,769)	5,801,647
Equipment and vehicles	10,973,543	1,578,648	(560,783)	(2,297,047)	9,694,361
Total capital assets being depreciated	85,360,746	1,785,681	-	(2,679,264)	84,467,163
Less accumulated depreciation for:					
Buildings	14,689,446	1,384,251	-	(228,389)	15,845,308
Improvements other than buildings	2,318,585	336,687	519,430	(93,213)	3,081,489
Equipment and vehicles	8,844,283	957,281	(519,430)	(2,257,936)	7,024,198
Total accumulated depreciation	25,852,314	2,678,219	-	(2,579,538)	25,950,995
Total capital assets being depreciated, net	59,508,432	(892,538)	-	(99,726)	58,516,168
Capital assets, net	\$ 68,534,494	\$ 2,255,949	\$ -	\$ (99,726)	\$ 70,690,717

NOTES TO FINANCIAL STATEMENTS

Note 5. Changes in Long-Term Liabilities

A summary of changes in long-term liabilities for the year ended June 30, 2014 is as follows:

	Certificates Payable	Capital Loan Notes Payable	Bonds Payable	Net OPEB Liability	Total
Balance, beginning of year	\$ 3,560,000	\$ 8,310,000	\$ 31,020,000	\$ 5,613,344	\$ 48,503,344
Additions	3,615,000	-	-	-	3,615,000
Reductions	2,480,000	1,040,000	2,230,000	598,400	6,348,400
Balance, end of year	\$ 4,695,000	7,270,000	28,790,000	5,014,944	45,769,944
Due within one year	\$ 480,000	\$ 635,000	\$ 2,275,000	\$ -	\$ 3,390,000

Certificates Payable:

In accordance with agreements dated between July 1, 2006 and June 30, 2014, the College issued certificates totaling \$8,890,000 with interest rates ranging from 0.50% to 5.55%. The debt was incurred to fund the development and training costs incurred relative to implementing Chapter 260E of the Code of Iowa, Iowa Industrial New Jobs Training Program (NJTP). NJTP's purpose is to provide tax-aided training for employees of industries that are new to or are expanding their operations within the State of Iowa. Interest is payable semiannually, while principal payments are due annually. The certificates are to be retired by proceeds from anticipated job credits from withholding tax, incremental property tax, budgeted reserves and, in the case of default, from standby property tax.

The certificates will mature as follows:

Year Ending June 30	Principal	Interest	Total
2015	\$ 480,000	\$ 94,219	\$ 574,219
2016	475,000	91,520	566,520
2017	470,000	85,920	555,920
2018	475,000	79,195	554,195
2019	475,000	71,208	546,208
2020-2024	2,320,000	190,347	2,510,347
Total	\$ 4,695,000	\$ 612,409	\$ 5,307,409

NOTES TO FINANCIAL STATEMENTS

Note 5. Changes in Long-Term Liabilities (Continued)

Capital Loan Note Payable:

The College has issued a note for the purchase and construction of student dormitories and other related student facilities as allowed by Section 260C.19 of the Code of Iowa. Details of the College's June 30, 2014 capital loan note payable indebtedness is as follows:

Year Ending June 30,	Note Issuance of September 19, 2011			
	Interest Rate	Principal	Interest	Total
2015	1.15%	\$ 635,000	\$ 186,518	\$ 821,518
2016	1.40	650,000	179,215	829,215
2017	1.80	665,000	170,115	835,115
2018	2.10	685,000	158,145	843,145
2019	2.35	705,000	143,760	848,760
2020-2024	2.60-4.00	3,930,000	418,055	4,348,055
Total		\$ 7,270,000	\$ 1,255,808	\$ 8,525,808

Bonds Payable:

The College issued bonds for the construction of student dormitories and other related student facilities as allowed by Section 260C.19 of the Code of Iowa. Details of the College's June 30, 2014 bonded indebtedness are as follows:

Year Ending June 30,	Bond Issuance of March 5, 2012			
	Interest Rate	Principal	Interest	Total
2015	1.35%	\$ 960,000	\$ 76,940	\$ 1,036,940
2016	1.45	965,000	63,980	1,028,980
2017	1.60	990,000	49,988	1,039,988
2018	1.85	705,000	33,652	738,652
2019	2.10	620,000	20,610	640,610
2020	2.30	330,000	7,590	337,590
Total		\$ 4,570,000	\$ 252,760	\$ 4,822,760

NOTES TO FINANCIAL STATEMENTS

Note 5. Changes in Long-Term Liabilities (Continued)

Bonds Payable (continued):

Bond Issuance of March 5, 2012				
Year Ending June 30,	Interest		Interest	Total
	Rate	Principal		
2015	1.35%	\$ 290,000	\$ 105,602	\$ 395,602
2016	1.45	295,000	101,688	396,688
2017	1.65	300,000	97,410	397,410
2018	1.85	310,000	92,460	402,460
2019	2.10	315,000	86,725	401,725
2020-2027	2.30-3.20	2,870,000	391,718	3,261,718
Total		\$ 4,380,000	\$ 875,603	\$ 5,255,603

Bond Issuance of June 1, 2012				
Year Ending June 30,	Interest		Interest	Total
	Rate	Principal		
2015	1.10%	\$ 255,000	\$ 147,585	\$ 402,585
2016	1.30	255,000	144,780	399,780
2017	1.55	260,000	141,465	401,465
2018	1.65	265,000	137,436	402,436
2019	1.90	270,000	130,498	400,498
2020-2032	2.00-3.50	4,195,000	1,022,387	5,217,387
Total		\$ 5,500,000	\$ 1,724,151	\$ 7,224,151

Bond Issuance of March 1, 2008				
Year Ending June 30,	Interest		Interest	Total
	Rate	Principal		
2015	3.50%	\$ 360,000	\$ 272,462	\$ 632,462
Total		\$ 360,000	\$ 272,462	\$ 632,462

Bond Issuance of March 1, 2009				
Year Ending June 30,	Interest		Interest	Total
	Rate	Principal		
2015	4.00%	\$ 410,000	\$ 266,784	\$ 676,784
Total		\$ 410,000	\$ 266,784	\$ 676,784

NOTES TO FINANCIAL STATEMENTS

Note 5. Changes in Long-Term Liabilities (Continued)

Bonds Payable (continued):

Bond Refunding of December 28, 2012				
Year Ending June 30,	Interest		Interest	Total
	Rate	Principal		
2015	0.70%	\$ -	\$ 87,050	\$ 87,050
2016	0.70	60,000	87,050	147,050
2017	0.70	60,000	86,630	146,630
2018	1.00	60,000	86,210	146,210
2019	1.00	60,000	85,610	145,610
2020-2028	1.30-2.50	3,515,000	618,885	4,133,885
Total		\$ 3,755,000	\$ 1,051,435	\$ 4,806,435

Bond Refunding of February 20, 2013				
Year Ending June 30,	Interest		Interest	Total
	Rate	Principal		
2015	0.65%	\$ -	\$ 143,844	\$ 143,844
2016	0.65	945,000	143,844	1,088,844
2017	0.85	955,000	137,702	1,092,702
2018	1.00	960,000	129,584	1,089,584
2019	1.15	975,000	119,984	1,094,984
2020-2028	1.35-2.38	5,980,000	420,802	6,400,802
Total		\$ 9,815,000	\$ 1,095,760	\$ 10,910,760

NOTES TO FINANCIAL STATEMENTS

Note 6. Operating Leases

The College has leased various facilities and equipment. These leases have been classified as operating leases and accordingly, all rents are expensed as incurred. The leases expire between June 2015 and June 2020 and require various minimum annual rentals. Certain leases are renewable for additional periods. Some of the leases also require the payment of normal maintenance and insurance on the properties. In most cases, management expects that the leases will be renewed or replaced by other leases. The following is a schedule by year of future minimum rental payments required under operating leases that have initial or remaining non-cancelable lease terms in excess of one year as of June 30, 2014:

Year Ending June 30	Amount
2015	\$ 177,211
2016	137,373
2017	87,594
2018	79,519
2019	10,400
Thereafter	10,400
Total	\$ 502,497

Rents for the year ended June 30, 2014 for all operating leases, except those with terms of a month or less which were not renewed, totaled \$172,510.

Note 7. Iowa Public Employees Retirement System (IPERS)

The College contributes to the Iowa Public Employees Retirement System (IPERS) which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits that are established by state statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa 50306-9117.

Plan members are required to contribute 5.95% of their annual covered salary and the College is required to contribute 8.93% of annual covered salary. Contribution requirements are established by state statute. The College's contributions to IPERS for the years ended June 30, 2014, 2013, and 2012 were \$989,634, \$996,286 and \$859,547, respectively, equal to the required contributions for each year.

NOTES TO FINANCIAL STATEMENTS

Note 8. Teachers Insurance and Annuity Association – College Retirement Equities Fund (TIAA-CREF)

The College contributes to the TIAA-CREF retirement program which is a defined contribution plan. TIAA administers the retirement plan for the College. The defined contribution retirement plan provides individual annuities for each plan participant. As required by the Code of Iowa, all eligible College employees must participate in a retirement plan from the date they are employed. Contributions made by both employer and employee vest immediately. As specified by the contract with TIAA-CREF, and in accordance with the Code of Iowa, each employee is required to contribute 5.95% and the College is required to contribute 8.93%. The College's required and actual contributions to TIAA-CREF for the years ended June 30, 2014 and 2013 were \$586,594 and \$567,807, respectively.

Note 9. Other Postemployment Benefits (OPEB)

Plan Description - The College operates a single-employer health benefit plan which provides medical/prescription drug benefits for employees, retirees and their spouses. There are 327 active and 31 retired members in the plan. Retired participants must be age 55 or older at retirement.

The College pays the employer share of premiums for both single and family coverage for active employees and purchases the fully insured benefits through its self-funded group insurance plan. Upon retirement, the retiree can continue his/her health coverage. The College pays the required premium. The Plan coverage terminates upon reaching Medicare eligibility age 65.

Funding Policy - The contribution requirements of plan members are established and may be amended by the College. The College currently finances the retiree benefit plan on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation - The College's annual OPEB cost is calculated based on the annual required contribution (ARC) of the Community College, an amount actuarially determined in accordance with GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years.

The following table shows the components of the College's annual OPEB cost for the year ended June 30, 2014, the amount actually contributed to the plan and changes in the College's net OPEB obligation:

Annual required contributio	\$ 582,213
Interest on net OPEB obligation	140,334
Adjustments to annual required contribution	(1,007,778)
Annual OPEB cost	(285,231)
Contributions made	(313,169)
Decrease in net OPEB obligation	(598,400)
Net OPEB obligation beginning of year	5,613,344
Net OPEB obligation end of year	<u><u>\$ 5,014,944</u></u>

NOTES TO FINANCIAL STATEMENTS

Note 9. Other Postemployment Benefits (OPEB) (Continued)

For calculation of the net OPEB obligation, the actuary has set the transition day as July 1, 2008. The end of year net OPEB obligation was calculated by the actuary as the cumulative difference between the actuarially determined funding requirements and the actual contributions for the year ended June 30, 2014.

For the year ended June 30, 2014, the College contributed \$313,169 to the medical plan.

The College's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation are summarized as follows:

Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2009	\$ 1,848,591	0%	\$ 1,848,591
June 30, 2010	141,362	0	1,989,953
June 30, 2011	2,903,323	13	4,525,906
June 30, 2012	1,984,551	16	6,185,154
June 30, 2013	(227,524)	(151)	5,613,344
June 30, 2014	(285,231)	(110)	5,014,944

Funded Status and Funding Progress - As of July 1, 2012, the most recent actuarial valuation date for the period July 1, 2013 through June 30, 2014, the actuarial accrued liability was approximately \$2.8 million, with no actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of approximately \$2.8 million. The covered payroll (annual payroll of active employees covered by the plan) was approximately \$16,065,000 and the ratio of the UAAL to covered payroll was 17%. As of June 30, 2014, there were no trust fund assets.

Actuarial Methods and Assumptions - Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the health care cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress for the Retiree Health Plan, presented as Required Supplementary Information in the section following the Notes to Financial Statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the plan as understood by the employer and the plan members and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

As of the July 1, 2012 actuarial valuation date, the frozen entry age actuarial cost method was used. The actuarial assumptions include a 2.50% discount rate based on the College's funding policy. The projected annual health cost trend rate is 6%.

NOTES TO FINANCIAL STATEMENTS

Note 9. Other Postemployment Benefits (OPEB) (Continued)

Mortality rates are from the RP2000 Group Annuity Mortality Table, applied on a gender-specific basis. Annual retirement and termination probabilities were developed from the retirement probabilities from the IPERS Actuarial Report as of June 30, 2011 and applying the termination factors used in the IPERS Actuarial Report as of June 30, 2011. The UAAL is being amortized as a level percentage of projected payroll expense on an open basis over 30 years.

Note 10. Risk Management

Iowa Central Community College carries commercial insurance purchased from insurers for coverage associated with torts; theft, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 11. New Jobs Training Programs

The College administers the Iowa Industrial New Jobs Training Program (NJTP) in Area V in accordance with Chapter 260E of the Code of Iowa. NJTP's purpose is to provide tax-aided training or retraining for employees of industries that are new to or are expanding their operations within the State of Iowa. Certificates are sold by the College to fund approved projects and are to be retired by proceeds from anticipated jobs credits from withholding taxes, incremental property taxes, budgeted reserves and in the case of default, from standby property taxes. Since inception, the College administered 105 projects with 6 currently receiving project funding. The remaining 99 projects have been completed and the certificates have been paid. In cases where projects exceed the budgeted amounts, the college intends to obtain additional withholding revenue from the companies.

Note 12. Deficit Fund Balance

The College has a deficit balance in the funds as listed below as of June 30, 2014. Management believes that future transfers from unrestricted current funds will eliminate these deficit balances.

Unrestricted Fund:	
Career Education	\$ (236,523)

Note 13. Self-Insurance Program

Effective July 1, 2000, the College has a self-insurance program for hospitalization and medical coverage for its employees. The College limits its losses through the use of stop-loss policies from insurers. Specific individual losses for claims are limited to \$100,000 per year. The College's aggregate annual loss limitation is based on a formula that considers, among other things, the total number of employees and was limited to \$3,621,210 in claims as of June 30, 2014. For the year ended June 30, 2014, the College paid \$4,038,456 under the program, which includes health and dental claims, life and long-term disability premiums, and administrative costs.

NOTES TO FINANCIAL STATEMENTS

Note 14. Subsequent Events

Subsequent events have been evaluated through January 26, 2015, which is the date the financial statements were available to be issued. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required.

In November 2014, the Board of Directors authorized Dr. Kinney to advertise for bids for an addition to the Bookstore and improvements to the campus roadway. The Board has not established a dollar amount yet.

Note 15. Prospective Accounting Change

The Governmental Accounting Standards Board has issued Statement No. 68, Accounting and Financial Reporting for Pensions – an Amendment of GASB No. 27. This statement will be implemented for the fiscal year ending June 30, 2015. The revised requirements establish new financial reporting requirements for the state and local governments which provide their employees with pension benefits, including additional note disclosures and required supplementary information. In addition, the Statement of Net Position is expected to include a significant liability for the government's proportionate share of the employee pension plan.

REQUIRED SUPPLEMENTARY INFORMATION

IOWA CENTRAL COMMUNITY COLLEGE

**SCHEDULE OF FUNDING PROGRESS
FOR THE RETIREE HEALTH PLAN
(In Thousands)**

Required Supplementary Information

Year-Ended June 30,	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a) / c)
2009	July 1, 2008	\$ -	\$ 9,996	\$ 9,996	0%	\$ 12,797	78%
2010	July 1, 2008	-	9,996	9,996	0	13,496	74
2011	July 1, 2010	-	10,710	10,710	0	14,089	76
2012	July 1, 2010	-	10,710	10,710	0	14,659	73
2013	July 1, 2012	-	2,800	2,800	0	15,393	18
2014	July 1, 2012	-	2,800	2,800	0	16,065	17

See Note 9 in the accompanying Notes to Financial Statements for the plan description, funding policy, annual OPEB cost, net OPEB obligation, funded status and funding progress.

See accompanying Independent Auditor's Report.

OTHER SUPPLEMENTARY INFORMATION

IOWA CENTRAL COMMUNITY COLLEGE

NOTE TO SUPPLEMENTARY INFORMATION

June 30, 2014

Supplementary information of the College is presented on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenue and expenditures. The various fund groups and their designated purposes are as follows:

Current Funds – The Current Funds are utilized to account for those economic resources that are expendable for the purpose of performing the primary and supporting missions of the College and consist of the following:

Unrestricted Fund – The Educational and Support subgroup of the Unrestricted Fund accounts for the general operations of the College.

The Auxiliary Enterprises subgroup accounts for activities which are intended to provide non-instructional services for sales to students, staff and/or institutional departments, and which are supplemental to the educational and general objectives of the College.

Restricted Fund – The Restricted Fund is used to account for resources that are available for the operation and support of the educational program but which are restricted as to their use by donors or outside agencies.

Loan Funds – The Loan Funds are used to account for loans to students, and are financed primarily by the federal government.

Endowment Funds – The Endowment Funds are used to account for resources, the principal of which is maintained inviolate to conform with restrictions by donors or other outside agencies. Generally, only the income from these funds may be used.

Plant Funds – The Plant Funds are used to account for transactions relating to investment in the College properties, and consist of the following self-balancing accounts:

Unexpended – This account is used to account for the unexpended resources derived from various sources for the acquisition or construction of plant assets.

Investment in Plant – This account is used to account for the excess of the carrying value of plant assets over the related liabilities.

Agency Funds – The Agency Funds are used to account for assets held by the College in a custodial capacity or as an agent for others. Agency Funds' assets equal liabilities.

The Budgetary Comparison Schedule of Expenditures – Budget to Actual provides a comparison of the budget to actual expenditures for those funds and/or levies required to be budgeted. Since Iowa Central Community College uses Business-Type Activities reporting, this budgetary comparison information is included as other supplementary information.

Schedules presented in other supplementary information are reported using the current financial resources measurement focus and the accrual basis of accounting with modifications for depreciation and other items included in the adjustments column. The schedule of revenues, expenditures and changes in fund balances is a schedule of financial activities related to the current reporting period. It does not purport to present the results of operations or net income or loss for the period as would a statement of income or a statement of revenues and expenses.

**BUDGETARY COMPARISON SCHEDULE OF EXPENDITURES -
BUDGET TO ACTUAL**

Year Ended June 30, 2014

Funds/Levy	Original Budget	Amended Budget	Actual	Variance Between Actual and Amended Budget
Unrestricted	\$ 37,500,000	\$ 37,300,000	\$ 35,558,349	\$ 1,741,651
Restricted	6,808,000	8,079,982	4,492,347	3,587,635
Unemployment	40,000	50,000	49,236	764
Tort liability	515,000	500,000	435,134	64,866
Insurance	540,000	540,000	444,477	95,523
Early retirement	400,000	600,000	351,675	248,325
Equipment replacement	850,000	1,000,000	726,108	273,892
Total restricted	9,153,000	10,769,982	6,498,977	4,271,005
Plant	7,867,000	8,731,500	8,504,259	227,241
Bonds and interest	1,312,000	1,312,000	700,058	611,942
Total	\$ 55,832,000	\$ 58,113,482	\$ 51,261,643	\$ 6,851,839

Note to Budgetary Reporting:

The Board of Directors annually prepares a budget designating the proposed expenditures for operation of the College on a basis consistent with U. S. generally accepting accounting principles. Following required public notice and hearing, and in accordance with Chapter 260C of the Code of Iowa, the Board of Directors certifies the approved budget to the appropriate county auditors and then submits the budget to the State Board of Education for approval. The budget may be amended during the year utilizing similar statutorily prescribed procedures. Formal and legal budgetary control is based on total operating expenditures.

Budgets are not required to be adopted for the Auxiliary Enterprises subgroup, Workforce Improvement Act, Scholarships and Grants Accounts, Loan Funds, Endowment Funds and Agency Funds.

For the year ended June 30, 2014, the College's expenditures did not exceed the amount budgeted.

See accompanying Independent Auditor's Report.

IOWA CENTRAL COMMUNITY COLLEGE

BALANCE SHEET - ALL FUNDS

June 30, 2014

Assets	Current Funds		Loan Funds
	Unrestricted	Restricted	
Cash, cash equivalents and pooled investments	\$ 10,809,803	\$ 8,735,182	\$ 4,992
Receivables:			
Accounts	1,710,335	-	-
Property tax:			
Succeeding year	1,478,901	2,317,309	-
Iowa Industrial New Jobs Training Program	-	3,346,789	-
Due from other funds	6,971,787	-	-
Due from other governments	330,805	237,779	-
Inventories	907,185	-	-
Prepaid expenses	233,105	-	-
Capital assets:			
Land	-	-	-
Buildings	-	-	-
Construction in progress	-	-	-
Improvements other than buildings	-	-	-
Equipment and vehicles	-	-	-
Accumulated depreciation	-	-	-
Total assets	\$ 22,441,921	\$ 14,637,059	\$ 4,992

See accompanying Independent Auditor's Report.

Schedule 2

Plant Funds		Agency Funds	Adjustments	Total
Unexpended	Investment in Plant			
\$ 919,735	\$ -	\$ 394	\$ -	\$ 20,470,106
-	-	-	-	1,710,335
2,786,685	-	-	-	6,582,895
-	-	-	-	3,346,789
-	-	1,149,361	(8,121,148)	-
582,338	-	-	-	1,150,922
-	-	-	-	907,185
-	-	99	-	233,204
-	2,342,870	-	-	2,342,870
-	68,971,155	-	-	68,971,155
-	9,831,679	-	-	9,831,679
-	5,801,647	-	-	5,801,647
-	9,694,361	-	-	9,694,361
-	-	-	(25,950,995)	(25,950,995)

\$ 4,288,758	\$ 96,641,712	\$ 1,149,854	\$ (34,072,143)	\$ 105,092,153
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IOWA CENTRAL COMMUNITY COLLEGE

BALANCE SHEET - ALL FUNDS

June 30, 2014

Liabilities, Deferred Inflows of Resources and Fund Balances	Current Funds		Loan Funds
	Unrestricted	Restricted	
Liabilities:			
Accounts payable	\$ 443,998	\$ -	\$ -
Salaries and benefits payable	1,027,879	-	-
Interest payable	17,155	7,706	-
Due to other funds	8,057,779	62,423	-
Advances from grantors	35,158	4,068,189	-
Compensated absences	523,937	-	-
Deposits held in custody for others	-	-	-
Certificates payable	-	4,695,000	-
Capital loan note payable	-	-	-
Bonds payable	-	-	-
Net OPEB Liability	-	-	-
Total liabilities	10,105,906	8,833,318	-
Deferred inflows of resources			
Succeeding year property tax	1,478,901	2,317,309	-
Fund balances:			
Net investment in capital assets	-	-	-
Restricted:			
Expendable:			
Scholarships and fellowships	-	18,667	-
Loans	-	-	4,992
Cash reserve	-	319,603	-
Other	-	3,148,162	-
Auxiliary enterprises	7,828,600	-	-
Unrestricted	3,028,514	-	-
Total fund balances	10,857,114	3,486,432	4,992
Total liabilities, deferred inflows of resources and fund balances	\$ 22,441,921	\$ 14,637,059	\$ 4,992

See accompanying Independent Auditor's Report.

**Schedule 2
(Continued)**

Plant Funds		Agency Funds	Adjustments	Total
Unexpended	Investment in Plant			
\$ 150,000	\$ -	\$ -	\$ -	\$ 593,998
-	-	-	-	1,027,879
46,971	-	-	-	71,832
946	-	-	(8,121,148)	-
-	-	-	-	4,103,347
-	-	-	-	523,937
-	-	1,149,854	-	1,149,854
-	-	-	-	4,695,000
-	7,270,000	-	-	7,270,000
-	28,790,000	-	-	28,790,000
-	-	-	5,014,944	5,014,944
197,917	36,060,000	1,149,854	(3,106,204)	53,240,791
<hr/>				
2,786,685	-	-	-	6,582,895
<hr/>				
-	60,581,712	-	(25,950,995)	34,630,717
<hr/>				
-	-	-	-	18,667
-	-	-	-	4,992
-	-	-	-	319,603
-	-	-	-	3,148,162
-	-	-	(107,185)	7,721,415
1,304,156	-	-	(4,907,759)	(575,089)
1,304,156	60,581,712	-	(30,965,939)	45,268,467
<hr/>				
\$ 4,288,758	\$ 96,641,712	\$ 1,149,854	\$ (34,072,143)	\$ 105,092,153
<hr/>				

IOWA CENTRAL COMMUNITY COLLEGE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - ALL FUNDS

Year Ended June 30, 2014

	Current Funds		Loan Funds
	Unrestricted	Restricted	
Revenues:			
General:			
State appropriations	\$ 10,889,730	\$ 3,215,769	\$ -
Tuition and fees	22,524,072	-	-
Property tax	1,448,933	2,174,886	-
Federal appropriations	689,677	12,373,499	-
Sales and services	518,801	-	-
Interest on investments	60,607	17,467	-
Iowa Industrial New Jobs Training Program	-	1,109,189	-
Increase in plant investment due to plant expenditures, including \$1,585,215 of expenditures in current funds	-	-	-
Miscellaneous	113,960	234,362	-
	36,245,780	19,125,172	-
Auxiliary enterprises:			
Tuition and fees	121,560	-	-
Sales and services	15,968,356	-	-
	16,089,916	-	-
Total revenues	52,335,696	19,125,172	-
Expenditures:			
Education and support:			
Liberal arts and science	9,220,044	-	-
Vocational technical	6,738,462	523,143	-
Adult education	1,937,220	733,212	-
Cooperative services	594,280	1,109,189	-
Administration	1,593,205	204,041	-
Student services	6,150,735	-	-
Learning resources	527,686	-	-
Physical plant	4,439,649	444,477	-
General institution	4,357,068	3,484,915	-
Total education and support	35,558,349	6,498,977	-

See accompanying Independent Auditor's Report.

Schedule 3

Plant Funds			
Unexpended	Investment in Plant	Adjustments	Total
\$ 1,099,999	\$ -	\$ -	\$ 15,205,498
-	-	(6,717,209)	15,806,863
2,685,762	-	-	6,309,581
-	-	-	13,063,176
224,242	-	(7,540)	735,503
-	-	-	78,074
-	-	-	1,109,189
-	4,934,168	(4,934,168)	-
469,674	-	-	817,996
4,479,677	4,934,168	(11,658,917)	53,125,880
-	-	-	121,560
-	-	(2,351,284)	13,617,072
-	-	(2,351,284)	13,738,632
4,479,677	4,934,168	(14,010,201)	66,864,512
-	-	(97,317)	9,122,727
-	-	(235,444)	7,026,161
-	-	(41,439)	2,628,993
-	-	(189,207)	1,514,262
-	-	(29,039)	1,768,207
-	-	(113,262)	6,037,473
-	-	(3,775)	523,911
-	-	(69,845)	4,814,281
-	-	(689,565)	7,152,418
-	-	(1,468,893)	40,588,433

(Continued on next page)

IOWA CENTRAL COMMUNITY COLLEGE

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL FUNDS**

Year Ended June 30, 2014

	Current Funds		Loan Funds
	Unrestricted	Restricted	
Expenditures (Continued):			
Auxiliary enterprises	\$ 12,272,079	\$ -	\$ -
Scholarships and grants	-	12,518,203	-
Administrative and collection costs	-	-	-
Plant asset acquisitions	-	-	-
Disposal of plant assets	-	-	-
Loss on disposal of capital assets	-	-	-
Depreciation	-	-	-
Interest on indebtedness	-	-	-
Total expenditures	47,830,428	19,017,180	-
Excess (deficiency) of revenues over (under) expenditures	4,505,268	107,992	-
Transfers:			
Non-mandatory transfers	(2,409,619)	314,620	-
Total transfers	(2,409,619)	314,620	-
Net	2,095,649	422,612	-
Fund balances beginning of year	8,761,465	3,063,820	4,992
Fund balances end of year	\$ 10,857,114	\$ 3,486,432	\$ 4,992

See accompanying Independent Auditor's Report.

Schedule 3
(Continued)

Plant Funds			
Unexpended	Investment in Plant	Adjustments	Total
\$ -	\$ -	\$ (592,558)	\$ 11,679,521
-	-	(9,067,308)	3,450,895
1,066,293	-	-	1,066,293
4,179,900	-	(4,179,900)	-
-	2,679,264	(2,679,264)	-
-	-	99,726	99,726
-	-	2,678,219	2,678,219
578,802	-	700,058	1,278,860
5,824,995	2,679,264	(14,509,920)	60,841,947
(1,345,318)	2,254,904	499,719	6,022,565
(1,175,001)	3,270,000	-	-
(1,175,001)	3,270,000	-	-
(2,520,319)	5,524,904	499,719	6,022,565
3,824,475	55,056,808	(31,465,658)	39,245,902
\$ 1,304,156	\$ 60,581,712	\$ (30,965,939)	\$ 45,268,467

IOWA CENTRAL COMMUNITY COLLEGE

UNRESTRICTED FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES --

EDUCATION AND SUPPORT

Year Ended June 30, 2014

	Education			
	Liberal Arts and Sciences	Vocational Technical	Adult Education	Cooperative Services
Revenues:				
State appropriations	\$ 6,661,844	\$ 3,217,366	\$ 1,010,520	\$ -
Tuition and fees	14,184,127	6,165,984	1,455,475	332,607
Property tax	-	-	-	-
Federal appropriations	-	422,847	161,856	86,357
Sales and services	1,850	109,619	99,142	-
Interest on investments	-	-	-	-
Miscellaneous	-	38,204	41,761	-
	20,847,821	9,954,020	2,768,754	418,964
Allocation of support services	1,240,922	676,866	315,871	22,562
Total revenues	22,088,743	10,630,886	3,084,625	441,526
Expenditures:				
Salaries and benefits	6,757,413	5,615,493	1,256,598	395,189
Services	2,392,542	335,801	499,630	151,178
Materials and supplies	59,684	584,527	173,948	36,786
Travel	6,495	87,731	7,044	1,056
Plant asset acquisitions	-	106,910	-	-
Loan cancellation and bad debts	-	-	-	7,071
Miscellaneous	3,910	8,000	-	3,000
	9,220,044	6,738,462	1,937,220	594,280
Allocation of support services	9,387,589	5,120,503	2,389,568	170,683
Total expenditures	18,607,633	11,858,965	4,326,788	764,963

Schedule 4

Support					Education and Support Total
General Adminis- tration	Student Services	Learning Resources	Physical Plant	General Institution	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,889,730
-	34,780	-	-	351,099	22,524,072
1,448,933	-	-	-	-	1,448,933
-	18,617	-	-	-	689,677
-	2,853	420	87,372	217,545	518,801
60,607	-	-	-	-	60,607
33,902	-	93	-	-	113,960
1,543,442	56,250	513	87,372	568,644	36,245,780
(1,543,442)	(56,250)	(513)	(87,372)	(568,644)	-
-	-	-	-	-	36,245,780
975,124	3,883,313	420,785	2,114,189	2,302,858	23,720,962
273,875	431,364	80,343	996,553	1,235,498	6,396,784
16,027	72,751	26,558	1,173,964	329,492	2,473,737
17,316	59,148	-	1,036	18,559	198,385
-	-	-	100,729	-	207,639
-	-	-	-	258,762	265,833
310,863	1,704,159	-	53,178	211,899	2,295,009
1,593,205	6,150,735	527,686	4,439,649	4,357,068	35,558,349
(1,593,205)	(6,150,735)	(527,686)	(4,439,649)	(4,357,068)	-
-	-	-	-	-	35,558,349

(Continued on next page)

IOWA CENTRAL COMMUNITY COLLEGE

UNRESTRICTED FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES --

EDUCATION AND SUPPORT

Year Ended June 30, 2014

	Education			
	Liberal Arts and Sciences	Vocational Technical	Adult Education	Cooperative Services
Excess (deficiency) of revenues over (under) expenditures	\$ 3,481,110	\$ (1,228,079)	\$ (1,242,163)	\$ (323,437)
Transfers:				
Non-mandatory transfers	(13,233)	(66,105)	20,855	-
Total transfers	(13,233)	(66,105)	20,855	-
Net	\$ 3,467,877	\$ (1,294,184)	\$ (1,221,308)	\$ (323,437)

Fund balance beginning of year

Fund balance end of year

See accompanying Independent Auditor's Report.

**Schedule 4
(Continued)**

Support					Education and Support Total
General Adminis- tration	Student Services	Learning Resources	Physical Plant	General Institution	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 687,431
-	(816)	-	159	(307,601)	(366,741)
-	(816)	-	159	(307,601)	(366,741)
\$ -	\$ (816)	\$ -	\$ 159	\$ (307,601)	320,690
					2,707,824
					<u>\$ 3,028,514</u>

IOWA CENTRAL COMMUNITY COLLEGE

UNRESTRICTED FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES --

AUXILIARY ENTERPRISES

Year Ended June 30, 2014

	Bookstore	Career Education	Self- Insurance Program	Dormitories
Revenues:				
Tuition and fees	\$ -	\$ -	\$ -	\$ 115,700
Sales and services	2,954,116	500,942	4,054,258	6,580,826
Total revenues	2,954,116	500,942	4,054,258	6,696,526
Expenditures:				
Salaries and benefits	153,893	278	-	373,659
Services	24,447	258,018	4,038,456	2,303,700
Materials and supplies	5,328	62,898	-	187,824
Travel	160,189	-	-	-
Plant asset acquisitions	-	-	-	-
Interest on indebtedness	-	-	-	561,170
Cost of goods sold	1,864,547	149,979	-	-
Miscellaneous	-	52,265	-	355,547
Total expenditures	2,208,404	523,438	4,038,456	3,781,900
Excess (deficiency) of revenues over (under) expenditures	745,712	(22,496)	15,802	2,914,626
Transfers:				
Non-mandatory transfers	5,029	53,224	(6,131)	(2,095,000)
Net	750,741	30,728	9,671	819,626
Fund balances beginning of year	1,280,991	(267,251)	1,892,649	3,237,215
Fund balances end of year	\$ 2,031,732	\$ (236,523)	\$ 1,902,320	\$ 4,056,841

See accompanying Independent Auditor's Report.

Schedule 5

Miscellaneous		Total	
\$	5,860	\$	121,560
	1,878,214		15,968,356
	1,884,074		16,089,916
	785,614		1,313,444
	553,800		7,178,421
	340,193		596,243
	-		160,189
	40,274		40,274
	-		561,170
	-		2,014,526
	-		407,812
	1,719,881		12,272,079
	164,193		3,817,837
	-		(2,042,878)
	164,193		1,774,959
	(89,963)		6,053,641
\$	74,230	\$	7,828,600

IOWA CENTRAL COMMUNITY COLLEGE

RESTRICTED FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND

Year Ended June 30, 2014

	Scholarships and Grants	Equipment Replacement	Insurance	Early Retirement
Revenues:				
State appropriations	\$ 616,488	\$ -	\$ -	\$ -
Property tax	-	643,973	637,769	250,606
Federal appropriations	11,372,184	-	-	-
Sales and services	-	-	-	-
Interest on investments	-	-	-	-
Iowa Industrial New Jobs Training Program	-	-	-	-
Miscellaneous	105,293	-	-	-
Total revenues	12,093,965	643,973	637,769	250,606
Expenditures:				
Salaries and benefits	-	-	-	351,675
Services	-	-	444,477	-
Materials and supplies	-	431,017	-	-
Travel	-	-	-	-
Interest on indebtedness	-	-	-	-
Federal Pell Grant program	11,235,284	-	-	-
Federal supplemental educational opportunity grant	136,900	-	-	-
Iowa College Student Aid Commission	631,929	-	-	-
Miscellaneous	514,090	295,091	-	-
Total expenditures	12,518,203	726,108	444,477	351,675
Excess (deficiency) of revenues over (under) expenditures	(424,238)	(82,135)	193,292	(101,069)
Transfers:				
Non-mandatory transfers	302,307	-	-	-
Net	(121,931)	(82,135)	193,292	(101,069)
Fund balance beginning of year	140,598	968,431	426,267	210,463
Fund balance end of year	\$ 18,667	\$ 886,296	\$ 619,559	\$ 109,394

See accompanying Independent Auditor's Report.

Schedule 6

Unemployment Compensation	Cash Reserve	Tort Liability	Iowa Industrial New Jobs Training Program	Miscellaneous	Total
\$ -	\$ -	\$ -	\$ -	\$ 2,599,281	\$ 3,215,769
29,787	-	612,751	-	-	2,174,886
-	-	-	-	1,001,315	12,373,499
-	-	-	-	-	-
-	-	-	-	17,467	17,467
-	-	-	1,109,189	-	1,109,189
-	-	-	-	129,069	234,362
29,787	-	612,751	1,109,189	3,747,132	19,125,172
49,236	-	435,134	-	2,250,037	3,086,082
-	-	-	970,301	534,554	1,949,332
-	-	-	-	267,933	698,950
-	-	-	-	48,339	48,339
-	-	-	138,888	-	138,888
-	-	-	-	-	11,235,284
-	-	-	-	-	136,900
-	-	-	-	-	631,929
-	-	-	-	282,295	1,091,476
49,236	-	435,134	1,109,189	3,383,158	19,017,180
(19,449)	-	177,617	-	363,974	107,992
-	-	-	-	12,313	314,620
(19,449)	-	177,617	-	376,287	422,612
58,366	319,603	433,831	-	506,261	3,063,820
\$ 38,917	\$ 319,603	\$ 611,448	\$ -	\$ 882,548	\$ 3,486,432

IOWA CENTRAL COMMUNITY COLLEGE

AGENCY FUNDS

SCHEDULE OF CHANGES IN DEPOSITS HELD IN CUSTODY FOR OTHERS

Year Ended June 30, 2014

	Athletics and Student Organizations	Retraining Program	Federal Direct Student Loan Program
Balances beginning of year	\$ (29,016)	\$ 391,522	\$ -
Additions:			
Tuition and fees	121,958	-	-
Federal and state appropriations	-	218,881	19,439,085
Sales and services	115,079	-	-
Interest on investments	-	974	-
Miscellaneous	1,995,904	-	-
Total additions	2,232,941	219,855	19,439,085
Deductions:			
Salaries and benefits	11,382	-	-
Services	362,706	83,768	19,439,085
Materials and supplies	497,765	-	-
Travel	447,911	-	-
Scholarships	881,202	-	-
Miscellaneous	22,957	-	-
Total deductions	2,223,923	83,768	19,439,085
Balances end of year	\$ (19,998)	\$ 527,609	\$ -

See accompanying Independent Auditor's Report.

Schedule 7

Miscellaneous		Total	
\$	625,626	\$	988,132
	488,246		610,204
	151,964		19,809,930
	393,979		509,058
	-		974
	83,888		2,079,792
	1,118,077		23,009,958
	153,112		164,494
	248,637		20,134,196
	233,736		731,501
	100,060		547,971
	54,809		936,011
	311,106		334,063
	1,101,460		22,848,236
\$	642,243	\$	1,149,854

IOWA CENTRAL COMMUNITY COLLEGE

SCHEDULE OF CREDIT AND CONTACT HOURS
Year Ended June 30, 2014

Category	Credit Hours		Total
	Eligible for Aid	Not Eligible for Aid	
Arts and Sciences	88,701	-	88,701
Vocational Education	34,008	-	34,008
Adult Education/Continuing Education	-	-	-
	122,709	-	122,709

See accompanying Independent Auditor's Report.

Schedule 8

Contact Hours		
Eligible for Aid	Not Eligible for Aid	Total
1,754,476	-	1,754,476
845,923	-	845,923
355,243	158,055	513,298
2,955,642	158,055	3,113,697

IOWA CENTRAL COMMUNITY COLLEGE

SCHEDULE OF TAX AND INTERGOVERNMENTAL REVENUES
For the Last Ten Years

	2014	2013	2012	2011
Local (property tax)	\$ 6,309,581	\$ 5,647,340	\$ 5,740,825	\$ 6,138,495
State	15,205,498	12,558,759	10,482,371	11,118,078
Federal	13,063,176	13,262,726	13,708,947	14,886,911
Total	\$ 34,578,255	\$ 31,468,825	\$ 29,932,143	\$ 32,143,484

See accompanying Independent Auditor's Report.

Schedule 9

Year Ended June 30,

	2010		2009		2008		2007		2006		2005
\$	5,490,706	\$	5,818,758	\$	3,540,724	\$	3,557,131	\$	4,326,970	\$	3,716,759
	9,705,796		12,477,593		11,495,819		10,588,190		10,232,644		8,436,420
	13,289,803		8,358,649		6,249,882		5,588,092		6,545,688		6,420,694
\$	28,486,305	\$	26,655,000	\$	21,286,425	\$	19,733,413	\$	21,105,302	\$	18,573,873

IOWA CENTRAL COMMUNITY COLLEGE

SCHEDULE OF CURRENT FUND REVENUES BY SOURCE AND EXPENDITURES BY FUNCTION

For the Last Ten Years

	Year			
	2014	2013	2012	2011
Revenues:				
State appropriations	\$ 14,105,499	\$ 11,868,116	\$ 10,427,406	\$ 10,363,645
Tuition and fees	22,524,072	23,773,215	22,660,862	22,102,687
Property tax	3,623,819	2,946,266	3,098,839	3,540,602
Federal appropriations	13,063,176	13,262,726	13,708,947	14,886,911
Sales and services	518,801	558,397	918,308	1,251,525
Interest on investments	78,074	73,452	65,123	65,424
Iowa Industrial New Jobs Training Program	1,109,189	484,668	763,740	908,341
Auxiliary enterprises	16,089,916	15,224,153	14,520,539	13,015,025
Miscellaneous	348,322	418,760	262,903	160,997
Total	\$ 71,460,868	\$ 68,609,753	\$ 66,426,667	\$ 66,295,157
Expenditures:				
Liberal arts and sciences	\$ 9,220,044	\$ 9,406,584	\$ 8,601,990	\$ 8,496,731
Vocational technical	7,261,605	7,591,126	7,281,811	7,129,584
Adult education	2,670,432	2,509,545	2,358,489	2,417,605
Cooperative services	1,703,469	1,034,094	1,400,502	1,696,712
Administration	1,797,246	1,501,064	1,663,080	1,428,079
Student services	6,150,735	6,093,499	5,309,594	4,883,545
Learning resources	527,686	562,775	579,986	571,816
Physical plant	4,884,126	5,009,228	5,243,191	4,860,216
General institution	7,841,983	7,490,520	7,959,589	8,912,742
Auxiliary enterprises	12,272,079	12,577,310	12,841,603	10,413,435
Scholarships and grants	12,518,203	12,507,525	12,011,007	12,173,416
Workforce Investment Act	-	-	68,633	102,334
Total	\$ 66,847,608	\$ 66,283,270	\$ 65,319,475	\$ 63,086,215

See accompanying Independent Auditor's Report.

Schedule 10

Ended June 30,					
2010	2009	2008	2007	2006	2005
\$ 9,596,735	\$ 11,564,261	\$ 11,165,271	\$ 10,369,493	\$ 9,391,912	\$ 8,436,420
19,758,110	17,473,089	15,284,473	13,713,940	12,008,732	11,194,233
3,002,851	3,385,350	2,480,517	2,507,291	3,313,307	2,713,047
13,289,803	8,358,413	6,249,361	5,588,092	6,143,591	5,687,324
1,112,727	1,523,171	1,330,600	1,680,551	1,453,867	1,034,224
72,115	278,197	667,046	850,523	782,516	403,503
979,649	1,910,326	2,124,379	2,073,371	2,125,884	2,446,804
11,771,531	10,964,404	10,611,526	8,958,337	7,658,956	7,006,616
154,113	183,978	185,340	170,645	200,508	208,799
\$ 59,737,634	\$ 55,641,189	\$ 50,098,513	\$ 45,912,243	\$ 43,079,273	\$ 39,130,970
\$ 7,574,233	\$ 7,029,027	\$ 6,458,272	\$ 5,485,941	\$ 4,634,294	\$ 4,302,081
6,391,435	5,837,171	5,573,585	5,130,353	4,880,693	4,479,277
2,312,987	2,631,646	2,592,335	2,600,410	2,395,313	2,291,070
2,236,022	3,618,142	3,607,913	3,548,282	3,303,993	3,430,094
1,554,076	1,243,654	1,273,628	1,472,722	1,076,106	1,268,979
4,510,205	4,402,589	4,030,144	3,581,358	3,583,769	3,110,119
443,646	293,612	270,819	300,293	332,257	327,582
4,497,508	4,081,440	3,425,182	3,670,110	3,127,923	2,744,741
8,300,325	7,813,078	6,828,116	6,195,145	6,322,947	5,295,762
9,613,638	8,966,134	8,832,852	7,464,479	6,079,921	5,539,102
9,533,501	6,297,795	5,196,211	4,153,217	3,850,833	4,174,065
109,075	95,476	80,691	107,114	267,185	420,187
\$ 57,076,651	\$ 52,309,764	\$ 48,169,748	\$ 43,709,424	\$ 39,855,234	\$ 37,383,059

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2014

Grantor/Program	CFDA Number	Program Expenditures	New Loans and New Loan Guarantees
Direct:			
U.S. Department of Energy:			
Renewable Energy Research and Development	81.087	\$ 35,699	\$ -
U.S. Department of Education:			
Student Financial Assistance Cluster:			
Federal Supplemental Educational Opportunity Grants (FSEOG)	84.007	136,900	-
Federal Direct Student Loans	84.268	-	19,439,085
Federal Work-Study Program (FWS)	84.033	151,964	-
Federal Pell Grant Program	84.063	11,235,284	-
Total Student Financial Assistance Cluster		11,524,148	19,439,085
Diversity	84.048A	4,672	-
TRIO Student Support Services	84.042	251,431	-
Total Direct		11,815,950	19,439,085
Indirect:			
U.S. Department of Commerce:			
Indirect through Iowa State University:			
Manufacturing Extension Partnership - CIRAS	11.611	123,074	-
U.S. Department of Education:			
Indirect through the Iowa Department of Education:			
Adult Education - Basic Grants to States	84.002	161,857	-
Career and Technical Education - Basic Grants to States:			
Title II-B Program Improvement	84.048	509,204	-
Indirect through the Iowa Department of Corrections:			
Title I Corrections	84.013	19,555	-

(Continued on next page)

IOWA CENTRAL COMMUNITY COLLEGE

Schedule 11
(Continued)SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2014

Grantor/Program	CFDA Number	Program Expenditures	New Loans and New Loan Guarantees
Indirect (Continued):			
U.S. Department of Homeland Security:			
Indirect through Iowa Homeland Security and Emergency Management Division (HSEMD):			
2013 Homeland Security Grant	97.067	\$ 102,946	\$ -
U.S. Department of Education:			
Indirect through Des Moines Area CC (DMACC):			
TAACCT Grant	17.282	330,590	-
Total Indirect		1,247,226	-
Total		\$ 13,063,176	\$ 19,439,085

Basis of Presentation: The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Iowa Central Community College and is presented on the accrual basis of accounting. The information on this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

See accompanying Independent Auditor's Report.

IOWA CENTRAL COMMUNITY COLLEGE

**INDEPENDENT AUDITOR'S REPORT
ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**



SCHNURR & COMPANY, LLP
Certified Public Accountants and Consultants

**INDEPENDENT AUDITOR'S REPORT
ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors of
Iowa Central Community College
Fort Dodge, Iowa

We have audited in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements of Iowa Central Community College, Fort Dodge, Iowa, and the discretely presented component unit as of and for the year ended June 30, 2014, and the related Notes to Financial Statements, which collectively comprise the College's basic financial statements, and have issued our report thereon dated January 26, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Iowa Central Community College's internal control over financial reporting to determine the audit procedures appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Iowa Central Community College's internal control. Accordingly, we do not express an opinion on the effectiveness of Iowa Central Community College's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified a deficiency in internal control we consider to be a significant deficiency.

A deficiency in internal control exists when the design or operation of the control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility a material misstatement of Iowa Central Community College's financial statements will not be prevented or detected and corrected on a timely basis.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Iowa Central Community College's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Comments involving statutory and other legal matters about the College's operations for the year ended June 30, 2014 are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the College. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

Iowa Central Community College's Responses to Findings

Iowa Central Community College's responses to findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. Iowa Central Community College's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing and not to provide an opinion on the effectiveness of the College's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the College's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Schnurr & Company, LLP

Fort Dodge, Iowa
January 26, 2015

IOWA CENTRAL COMMUNITY COLLEGE

**INDEPENDENT AUDITOR'S REPORT
ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY OMB CIRCULAR A-133**



SCHNURR & COMPANY, LLP
Certified Public Accountants and Consultants

**INDEPENDENT AUDITOR'S REPORT
ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM
ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY OMB CIRCULAR A-133**

To the Board of Directors of
Iowa Central Community College
Fort Dodge, Iowa

Report on Compliance for Each Major Federal Program

We have audited Iowa Central Community College's compliance with the types of compliance requirements described in U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014. Iowa Central Community College's major federal programs are identified in Part I of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grant agreements applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Iowa Central Community College's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Iowa Central Community College's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on Iowa Central Community College's compliance.

Opinion on Each Major Federal Program

In our opinion, Iowa Central Community College complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

Report on Internal Control Over Compliance

The management of Iowa Central Community College is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Iowa Central Community College's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the audit procedures appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Iowa Central Community College's internal control over compliance

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified.

A deficiency in internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance such that there is a reasonable possibility material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected on a timely basis.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Schnurr & Company, LLP

Fort Dodge, Iowa
January 26, 2015

**IOWA CENTRAL COMMUNITY COLLEGE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2014**

Part I: Summary of the Independent Auditor's Results

- (A) An unmodified opinion was issued on the financial statements.
- (B) A significant deficiency in internal control over financial reporting was disclosed by the audit of the financial statements.
- (C) The audit did not disclose any noncompliance which is material to the financial statements.
- (D) No significant deficiencies or material weaknesses in internal control over major programs were disclosed by the audit of the financial statements.
- (E) An unmodified opinion was issued on compliance with requirements applicable to each major program.
- (F) The audit disclosed no audit findings that were required to be reported in accordance with Office of Management and Budget Circular A-133, Section .510(a).
- (G) Major programs were as follows:
 - CFDA Number 84.048 – Career and Technical Education – Basic Grants to States
 - Student Financial Aid - Cluster:
 - CFDA Number 84.007 – Federal Supplemental Educational Opportunity Grants
 - CFDA Number 84.033 – Federal Work-Study Program
 - CFDA Number 84.063 – Federal Pell Grant Program
 - CFDA Number 84.268 – Federal Direct Student Loans
- (H) The dollar threshold used to distinguish between Type A and Type B programs was \$391,895.
- (I) Iowa Central Community College qualified as a low-risk auditee.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
YEAR ENDED JUNE 30, 2014

Part II: Findings Related to the Financial Statements:

INSTANCES OF NONCOMPLIANCE:

No matters were reported.

INTERNAL CONTROL DEFICIENCIES:

- II-A-14 Satellite Campus Receipt Controls - An important aspect of internal control is the segregation of duties among employees so that the activities of one employee act as a check on those of another. No employee should be responsible for an entire transaction cycle.

The Community College's satellite campuses collect receipts for tuition and fees, book sales and miscellaneous revenues. Due to the limited number of staff at each center, receipts may be collected, recorded and deposited by the same individual.

While it is recognized that many methods of achieving good internal control are not adaptable to a small staff, some degree of effective control may always be obtained by appropriate organization or strengthening supervisory control procedures.

Recommendation - The Community College should review procedures in an effort to improve supervisory control over satellite campus receipts.

Response - Every effort is made to maintain efficient controls and still be cost effective at the satellite centers. Since June, 1993, tuition and fees (representing the majority of the revenue collected at any satellite center) are determined at the Webster City Center by means of the on-line registration process tied to the Student Billing System on the mainframe computer at Fort Dodge. Since May, 1996, tuition and fees (representing the majority of the revenue collected at any satellite center) are determined at the Storm Lake Center by means of the on-line registration process tied to the Student Billing System on the mainframe computer at Fort Dodge.

Discussion and review of receipting procedures take place periodically with supervisory staff at the centers.

Conclusion - Response accepted.

Part III: Findings and Questioned Costs for Federal Awards:

INSTANCES OF NON-COMPLIANCE AND INTERNAL CONTROL DEFICIENCIES:

No matters were reported.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
YEAR ENDED JUNE 30, 2014

Part IV: Other Findings Related to Required Statutory Reporting:

- IV-A-14 Certified Budget - Expenditures for the year ended June 30, 2014 did not exceed the amounts budgeted.
- IV-B-14 Questionable Expenditures - No expenditures we believe did not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979 were noted.
- IV-C-14 Travel Expense - No expenditures of Community College money for travel expenses of spouses of Community College officials or employees were noted. No travel advances to Community College officials or employees were noted.
- IV-D-14 Business Transactions - No business transactions between the Community College and Community College officials or employees were noted.
- IV-E-14 Bond Coverage - Surety bond coverage of Community College officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to ensure the coverage is adequate for current operations.
- IV-F-14 Board Minutes - No transactions were found that we believe should have been approved in the Board minutes but were not.
- IV-G-14 Publication - The Community College published a statement showing the receipts and disbursements of all funds, including the names of all persons, firms or corporations to which disbursements were made, as required by Section 260C.14(12) of the Code of Iowa.
- IV-H-14 Deposits and Investments - No instances of non-compliance with the deposit and investment provisions of Chapters 12B and 12C of the Code of Iowa and the College's investment policy were noted.
- IV-I-14 Credit/Contact Hours - Eligible credit and contact hours reported to the Iowa Department of Education by the Community College for the year ended June 30, 2014 were supported by detailed records maintained by the Community College.